



Division of Oil and Gas
One Natural Resources Way
Springfield, IL 62702-1271
(217) 782-7756

FINANCIAL SECURITY INSTRUMENT (BOND) SURETY BOND

- ☐ LIQUID OILFIELD WASTE TRANSPORTATION SYSTEM
☐ BLANKET BOND (ALL WELLS OR PERMITS)
☐ INDIVIDUAL BOND (SINGLE WELL OR PERMIT)

BOND# _____

PERMITTEE # _____

_____, OF _____
(PRINCIPAL) (Address) (City) (Zip)

(_____) COUNTY OF _____, STATE OF _____
(TELEPHONE NUMBER)

AS PRINCIPAL, AND _____
(NAME OF SURETY) (ADDRESS OF OFFICE)

_____, _____, _____, _____
(STREET) (TOWN) (STATE) (ZIP)

AS SURETY, ARE HELD AND FIRMLY BOUND UNTO THE ILLINOIS DEPARTMENT OF NATURAL RESOURCES, OFFICE OF MINES AND MINERALS IN THE PENAL SUM OF _____ DOLLARS (\$ _____), TO THE PAYMENT WHEREOF THE PRINCIPAL AND SURETY BIND THEMSELVES, THEIR HEIRS, EXECUTORS, ADMINISTRATORS, SUCCESSORS AND ASSIGNS, ARE JOINTLY AND SEVERALLY BOUND.

WHEREAS, THE PRINCIPAL HAS APPLIED, OR INTENDS TO APPLY, TO THE ILLINOIS DEPARTMENT OF NATURAL RESOURCES, OFFICE OF MINES AND MINERALS FOR A PERMIT TO: (CHOOSE ONE)

- ☐ OPERATE A LIQUID OILFIELD WASTE TRANSPORTATION SYSTEM; OR
☐ DRILL COAL, STRUCTURE, MINERAL OR GROUNDWATER MONITORING TEST HOLE OR HOLES; OR
☐ DRILL OR DEEPEN AN OIL OR GAS WELL (OR WELLS) OR A WELL (OR WELLS) USED IN CONJUNCTION THEREWITH; OR
☐ TRANSFER A WELL (OR WELLS) ACQUIRED FOR OIL AND GAS PRODUCTION OR FOR USE IN CONJUNCTION THEREWITH

ONLY COMPLETE IF BOND IS FOR INDIVIDUAL WELL OR PERMIT

WELL TO BE KNOWN AS: _____	REFERENCE #: _____
_____ (NORTH) _____ (EAST)	
_____ (SOUTH) _____ (WEST) OF THE _____ CORNER OF THE _____ QUARTER	
OF THE _____ QUARTER OF THE _____ QUARTER OF SECTION _____	
_____ (NORTH) _____ (EAST)	
TOWNSHIP _____ (SOUTH) RANGE _____ (WEST), _____ COUNTY	

NOW, THEREFORE, THE CONDITIONS OF THIS OBLIGATION ARE SUCH, THAT IF THE PRINCIPAL SHALL FULLY COMPLY WITH THE PROVISIONS OF THE ILLINOIS OIL AND GAS ACT, 225 ILCS 725/1 ET. SEQ. (ACT), AS AMENDED, AND SHALL COMPLY WITH AND CONFORM TO THE REGULATIONS AND ORDERS OF THE ILLINOIS DEPARTMENT OF NATURAL RESOURCES, OFFICE OF MINES AND MINERALS ISSUED UNDER THE PROVISIONS OF THE ACT AND AMENDMENTS THERETO, THEN THE PRINCIPAL OR SURETY MAY APPLY TO THE ILLINOIS DEPARTMENT OF NATURAL RESOURCES, OFFICE OF MINES AND MINERALS FOR A RELEASE OF THIS OBLIGATION.

THE PRINCIPAL'S AND SURETY'S OBLIGATIONS UNDER THIS PENAL BOND SHALL BE RELEASED BY THE ILLINOIS DEPARTMENT OF NATURAL RESOURCES, OFFICE OF MINES AND MINERALS WHEN THE DEPARTMENT HAS DETERMINED, THAT EITHER THE PRINCIPAL OR SURETY HAS FULLY COMPLIED WITH THE TERMS AND CONDITIONS OF THIS BOND. THE SURETY'S CANCELLATION OF THIS BOND, AFTER NINETY (90) DAYS WRITTEN NOTICE TO THE ILLINOIS DEPARTMENT OF NATURAL RESOURCES, OFFICE OF MINES AND MINERALS OF SUCH INTENT TO CANCEL, SHALL NOT DISCHARGE THE SURETY FOR ANY LIABILITY ACCRUING UNDER THE BOND WHILE IN FULL FORCE AND EFFECT.

THE FULL FACE AMOUNT OF THIS PENAL BOND IS SUBJECT TO FORFEITURE, BY THE ILLINOIS DEPARTMENT OF NATURAL RESOURCES, OFFICE OF MINES AND MINERALS, IN THE EVENT THE PRINCIPAL VIOLATES THE PROVISIONS OF THE ACT AND HAS FAILED TO ABATE SAID VIOLATIONS AFTER DEMAND IS MADE BY THE DEPARTMENT TO DO SO. IF THE PRINCIPAL VIOLATES THE PROVISIONS OF THE ACT, THE PRINCIPAL HEREBY AUTHORIZES THE SURETY TO REMOVE OR CORRECT ANY EXISTING VIOLATIONS OF THE ACT IF THE ILLINOIS DEPARTMENT OF NATURAL RESOURCES, OFFICE OF MINES AND MINERALS ELECTS TO REQUEST THE PERFORMANCE OF SUCH WORK BY THE SURETY IN LIEU OF THE FORFEITURE OF THE FULL FACE AMOUNT OF THIS PENAL BOND.

SPECIAL INSTRUCTIONS: THE PRINCIPAL IS REQUIRED TO NOTIFY THE ILLINOIS DEPARTMENT OF NATURAL RESOURCES, OFFICE OF MINES AND MINERALS WITHIN THIRTY (30) DAYS OF THE SALE OF THE WELL FOR WHICH THIS BOND IS SUBMITTED, PURSUANT TO 62 ILL. ADM. CODE 240.1420.

UNDER PENALTIES OF PERJURY, WE EACH DECLARE THAT WE ARE EXECUTING THE FOREGOING SURETY BOND FOR THE PURPOSES AND USES THEREIN SET FORTH.

IN WITNESS WHEREOF, WE HAVE HEREUNTO SET OUR RESPECTIVE HANDS AND SEALS THIS _____ DAY OF _____, _____.

NAME AND ADDRESS OF AGENT

SIGNATURE OF PRINCIPAL, TITLE

SIGNATURE OF SURETY, SEAL

AREA CODE

TELEPHONE NUMBER

APPROVED BY:

DIVISION OF OIL AND GAS

DATE OF APPROVAL